COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF REID VILLAGE)
WATER DISTRICT FOR AN ADJUSTMENT) CASE NO. 93-437
OF RATES

ORDER

On November 19, 1993, Reid Village Water District ("Reid Village") submitted its application for Commission approval of a proposed increase in its tariffed water rates. The application was considered filed on March 8, 1994, when all deficiencies were cured. The proposed rates would generate additional annual revenues of \$13,547.

On February 2, 1994, Commission Staff conducted a field review of Reid Village's test-period financial records. Based upon this review, Commission Staff issued a Staff Report on May 2, 1994, recommending that Reid Village be allowed to increase its annual operating revenues from water sales by the proposed amount of \$13,547.

By Order dated May 2, 1994, the Commission advised Reid Village that comments on the Staff Report or requests for a public hearing must be submitted no later than May 17, 1994. On May 17, 1994, Reid Village filed comments wherein it accepted the recommendations made in the Staff Report.

The Commission, after consideration of the evidence of record and being sufficiently advised, finds that:

- 1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and are hereby adopted as the findings of the Commission in this proceeding and are incorporated by reference as if fully set out herein.
- 2. The rates in Appendix A, which is attached hereto and incorporated herein, are the fair, just, and reasonable rates for Reid Village and will produce gross annual revenues of \$147,638 from metered water sales. These rates will allow Reid Village sufficient revenues to meet its operating expenses and service its debt.

IT IS THEREFORE ORDERED that:

- 1. The rates proposed by Reid Village and contained in Appendix A are approved for service rendered by Reid Village on and after the date of this Order.
- 2. Within 30 days of the date of this Order, Reid Village shall file with the Commission its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 26th day of May, 1994.

PUBLIC SERVICE COMMISSION

Chairman

The Chairman

ATTEST:

Executive Director

Commissioner Breadlast

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 93-437 DATED May 26, 1994.

The following rates and charges are prescribed for the customers in the area served by Reid Village Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Monthly Rates

First 2,000 gallons Over 2,000 gallons

\$10.03 (Minimum Bill) 1.99 per 1,000 gallons